STATE OF IOWA

DEPARTMENT OF COMMERCE

UTILITIES BOARD

IN RE:

AMERICAN TELCO LLP, d/b/a AMERICAN TELCO OF IOWA DOCKET NOS. TCU-03-14 WRU-03-55-3729

ORDER GRANTING APPLICATION, APPROVING CONCURRENCE IN MAPS, AND GRANTING WAIVER

(Issued October 30, 2003)

On August 22, 2003, American Telco LLP, d/b/a American Telco of Iowa (ATI), filed an application with the Utilities Board (Board) for issuance of a certificate of public convenience and necessity, pursuant to Iowa Code § 476.29 (2003), stating its intention to provide local exchange service in the exchanges currently served by Qwest Corporation (Qwest). The application has been identified as Docket No. TCU-03-14. Notice has been served on all affected carriers and no objections have been filed.

lowa Code § 476.29(2) provides that a local exchange carrier shall not be denied a certificate if the Board finds that the applicant "possesses the technical, financial, and managerial ability to provide the service it proposes to render and the board finds the service is consistent with the public interest."

The Board has reviewed ATI's application and finds the necessary technical, financial, and managerial abilities to provide local exchange service have been demonstrated. It is in the public interest to approve ATI's application.

ATI also states that its service area will mirror the service territory of the exchanges and service area maps of Qwest as they are currently filed and may be modified in the future. Iowa Code § 476.29(4) requires that each certificate define the service territory in which land-line local telephone service will be provided and authorizes the Board to promulgate rules establishing the requirements for filing maps showing the service territory. Subrule 199 IAC 22.20(3) requires that all utilities have maps on file with the Board that show exchange boundaries. The Board finds that ATI has complied with the statutory and rule requirements by concurring in the exchange maps of Qwest.

ATI requests the Board waive the requirements of 199 IAC 16.5(2) and 22.3(1). The waiver requests are identified as Docket No. WRU-03-55-3729.

ATI requests a waiver of 199 IAC 16.5(2), which requires the keeping of records according to the uniform systems of accounts. ATI states it will maintain its books in accordance with generally accepted accounting principles (GAAP). The Board finds this waiver should be granted since records kept in accordance with GAAP accounting are acceptable for a competitive local exchange service provider.

ATI also requests a waiver of 199 IAC 22.3(1), requiring it to independently publish a directory. The Board will grant the waiver based upon ATI's statement that

it will arrange for its customers to be included in the directories published in the areas it provides local exchange service.

Rule 199 IAC 1.3 states that the Board may grant waivers if it finds, based upon clear and convincing evidence, that the application of the rule would pose an undue hardship, the waiver would not prejudice the substantial legal rights of any person, the provisions waived are not specifically mandated by statute, and substantially equal protection of public health, safety, and welfare will be afforded after the waiver. The Board has considered the waiver request as described above and finds that the waiver meets the four criteria of the rule and the evidence in support of the waiver is clear and convincing.

Adherence to these rules would be an undue hardship on ATI because each rule would involve additional expense without necessity or benefit. The Board finds there are no substantial legal rights of any person that are affected by these waivers and there is no statute that specifically mandates the actions waived. Additionally, the Board finds that there will be substantially equal protection for health, safety, and welfare provided since the actions waived will be completed under different circumstances.

ATI has not filed proposed tariffs for Board approval setting out the prices, terms, and conditions of providing local exchange service. The Board finds that a certificate should not be issued to ATI until it has filed tariffs that have been accepted by the Board.

IT IS THEREFORE ORDERED:

- 1. The application for a certificate of public convenience and necessity filed by American Telco LLP, d/b/a American Telco of Iowa, on August 22, 2003, is granted subject to the requirements that follow.
- 2. The Board will issue a certificate of public convenience and necessity allowing American Telco LLP, d/b/a American Telco of Iowa, to provide local exchange service upon acceptance of tariffs reflecting the prices, terms, and conditions of local exchange service in Iowa.
- The concurrence in the maps and boundaries of the exchanges of Qwest Corporation is approved.
- 4. The waiver of 199 IAC 16.5(2) and 22.3(1), identified as Docket No. WRU-03-55-3729, is granted as described in this order.

UTILITIES BOARD

	/s/ Diane Munns
ATTEST:	/s/ Mark O. Lambert
/s/ Judi K. Cooper Executive Secretary	/s/ Elliott Smith

Dated at Des Moines, Iowa, this 30th day of October, 2003.